EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

May 16, 2025

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Third State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Nadine Nakamura Speaker, and Members of the House of Representatives Thirty-Third State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

This is to inform you that on May 16, 2025, the following bill was signed into law:

H.B. NO. 412, H.D. 1,

RELATING TO LOBBYING.

S.D. 2

ACT 063

Mahalo,

Jòsh Green, M.D.

Governor, State of Hawai'i

oh Muer M.D.

MAY 1 6 2025

HOUSE OF REPRESENTATIVES THIRTY-THIRD LEGISLATURE, 2025 STATE OF HAWAII

ACT 063 H.B. NO. 412 H.D. 1 S.D. 2

A BILL FOR AN ACT

RELATING TO LOBBYING.

	BE II ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:
1	SECTION 1. The legislature finds that transparent
2	disclosure of lobbying activities is in the public interest.
3	Under the state lobbying law, chapter 97, Hawaii Revised
4	Statutes, "lobbying" an administrative agency only regards
5	formal rulemaking or other actions governed by section 91-3,
6	Hawaii Revised Statutes. Including procurement discussions in
7	the list of actions subject to influence within the statutory
8	definition of "lobbying" promotes government transparency by
9	providing the public with additional information regarding
10	lobbying at the administrative agency level and promoting a
11	level playing field for all businesses.
12	Accordingly, the purpose of this Act is to enhance
13	government transparency by:

- 14 (1) Establishing certain presumptions regarding lobbying 15 on behalf of private clients;
- 16 (2) Making certain contracts voidable when entered into in 17 violation of the state lobbying law; and

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1	(3)	Expanding the definition of "lobbying" under the state
2		lobbying law to include certain communications with
3		high-level government officials regarding procurement
4		decisions.
5	SECT	ION 2. Chapter 97, Hawaii Revised Statutes, is amended
6	by adding	two new sections to be appropriately designated and to
7	read as f	ollows:
8	" <u>§</u> 97	- Presumption of lobbying on behalf of private
9	clients.	Any individual with a substantial ownership interest
10	in or a p	aid employee, officer, or director of an organization,
11	who activ	ely participates in lobbying activities that directly
12	benefit t	hat organization, shall be presumed to be receiving
13	compensat	ion from the organization for their lobbying efforts.
14	This pres	umption shall not include communications made solely
15	for infor	mational purposes, ceremonial interactions, or routine
16	relations	hip building that do not involve advocacy for or
17	against s	pecific outcomes.
18	<u>§97-</u>	Contracts voidable. In addition to any other
19	penalty p	rovided by law, any contract or other action entered
20	into by t	he State in violation of this chapter shall be voidable
21	on behalf	of the State; provided that in any action to void a

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1 contract pursuant to this section, the interests of third 2 parties who may be damaged thereby shall be taken into account; 3 provided further that the action to void the contract shall be 4 initiated no later than sixty days after the determination of a 5 violation under this chapter. The attorney general, in 6 consultation with the head of the purchasing agency impacted, 7 shall have the authority to enforce this section." 8 SECTION 3. Section 97-1, Hawaii Revised Statutes, is 9 amended by amending the definition of "lobbying" to read as 10 follows: 11 ""Lobbying" means communicating directly or through an 12 agent, or soliciting others to communicate, with any official in 13 the legislative or executive branch, for the purpose of 14 attempting to influence legislative or administrative action or a ballot issue. "Lobbying" includes communicating with any 15 person identified in section 84-17(d) concerning the 16 17 solicitation or award of a contract by or proposal before an administrative agency or a potential future vendor relationship 18 with an administrative agency if any of the communications are 19

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not governed by chapter 103D or 103F.

"Lobbying" [shall] does not include [the]:

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1	(1)	Communications about a request for proposals,
2		contract, or vendor relationship if the communications
3		are initiated by a legislator or state employee; or
4	(2)	The preparation and submission of a grant application
5		pursuant to chapter 42F by a representative of a
6		nonprofit organization."
7	SECTI	ON 4. This Act does not affect rights and duties that
8	matured, p	enalties that were incurred, and proceedings that were
9	begun befo	re its effective date.
10	SECTI	ON 5. If any provision of this Act, or the
11	applicatio	n thereof to any person or circumstance, is held
12	invalid, t	he invalidity does not affect other provisions or
13	applicatio	ns of the Act that can be given effect without the
14	invalid pr	ovision or application, and to this end the provisions
15	of this Ac	t are severable.
16	SECTI	ON 6. Statutory material to be repealed is bracketed
17	and strick	en. New statutory material is underscored.
18	SECTI	ON 7. This Act shall take effect on January 1, 2027.

APPROVED this 16th day of May , 2025

GOVERNOR OF THE STATE OF HAWAII

HB No. 412, HD 1, SD 2

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 24, 2025 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Third Legislature of the State of Hawaii, Regular Session of 2025.

Nadine K. Nakamura

N.L. , le

Speaker

House of Representatives

Madri K. Mahn

Brian L. Takeshita

Chief Clerk

House of Representatives

THE SENATE OF THE STATE OF HAWAI'I

Date: April 8, 2025 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Thirty-Third Legislature of the State of Hawai'i, Regular Session of 2025.

President of the Senate

Clerk of the Senate